

Exhibit P - Global Reasonableness

Fiscal Year	Adults 65 and Older (OAP-A)	Disabled Adults 60 to 64 (OAP-B)	Disabled Individuals to 59 (AND/AB)	Categorically Eligible Low-Income Adults (AFDC-A)	Expansion Adults	Breast & Cervical Cancer Program	Eligible Children (AFDC-C/BC)	Foster Care	Baby Care Program-Adults	Non-Citizens	Partial Dual Eligibles	TOTAL
FY 1995-96	\$358,277,756	\$34,176,388	\$278,079,906	\$95,865,030	\$0	\$0	\$142,148,956	\$20,033,580	\$42,777,782	\$13,796,079	\$6,080,000	\$991,235,479
FY 1996-97	\$434,211,816	\$37,154,477	\$330,225,585	\$105,568,264	\$0	\$0	\$136,451,500	\$22,348,080	\$37,543,774	\$17,851,756	\$6,564,535	\$1,127,919,788
FY 1997-98	\$434,352,319	\$38,025,425	\$330,590,106	\$82,516,222	\$0	\$0	\$142,956,889	\$22,764,875	\$28,964,028	\$18,554,312	\$6,246,815	\$1,104,970,992
FY 1998-99	\$463,746,968	\$48,533,442	\$361,070,568	\$71,509,445	\$0	\$0	\$149,648,954	\$23,328,439	\$31,471,476	\$20,738,242	\$6,185,875	\$1,176,233,410
FY 1999-00	\$498,371,676	\$54,962,843	\$406,908,458	\$80,904,393	\$0	\$0	\$169,614,835	\$27,483,127	\$33,530,293	\$29,675,611	\$6,968,865	\$1,308,420,100
FY 2000-01	\$515,213,506	\$61,119,754	\$450,888,114	\$88,758,327	\$0	\$0	\$193,552,834	\$30,746,407	\$31,503,592	\$36,930,022	\$7,822,852	\$1,416,535,408
FY 2001-02	\$571,065,382	\$61,284,519	\$465,027,758	\$104,227,966	\$0	\$0	\$220,555,126	\$33,206,413	\$33,946,549	\$39,372,440	\$8,118,537	\$1,536,804,691
FY 2002-03	\$564,628,021	\$64,679,670	\$516,439,288	\$139,745,425	\$0	\$1,428,780	\$227,992,629	\$37,567,968	\$42,521,465	\$48,734,092	\$7,933,536	\$1,651,670,874
FY 2003-04	\$615,089,493	\$75,689,157	\$559,937,629	\$183,275,208	\$0	\$2,668,859	\$232,159,179	\$45,039,001	\$63,273,022	\$55,139,779	\$9,467,595	\$1,841,738,922
FY 2004-05	\$644,918,037	\$80,876,269	\$547,962,103	\$184,268,360	\$0	\$2,490,571	\$292,531,940	\$45,942,314	\$38,650,612	\$44,714,981	\$10,930,381	\$1,893,285,567
FY 2005-06	\$668,108,701	\$86,928,323	\$560,167,433	\$195,229,855	\$0	\$6,810,399	\$308,197,591	\$48,881,976	\$39,395,766	\$55,315,293	\$13,360,739	\$1,982,396,076
FY 2006-07	\$672,197,849	\$89,688,016	\$570,743,374	\$198,958,107	\$7,576,607	\$5,557,749	\$330,848,503	\$53,704,934	\$47,754,666	\$54,457,447	\$16,950,163	\$2,048,437,415
FY 2007-08	\$704,469,398	\$100,328,824	\$652,380,330	\$189,844,594	\$19,019,555	\$7,102,372	\$363,566,102	\$64,084,386	\$53,651,725	\$53,633,572	\$18,956,623	\$2,227,037,481
FY 2008-09	\$777,967,697	\$114,169,211	\$730,958,471	\$208,581,897	\$31,678,022	\$7,056,855	\$432,023,182	\$67,574,818	\$60,370,299	\$59,238,905	\$18,918,298	\$2,508,537,655

Fiscal Year	Expenditures	Percent Change	Dollar Increase/Decrease	Average Yearly Percent Change From FY 95-96	Percent Change	Three-year Moving Average	Percent Change
FY 1995-96	\$991,235,479	--	--	--	--	--	--
FY 1996-97	\$1,127,919,788	13.79%	\$136,684,309	--	--	--	--
FY 1997-98	\$1,104,970,992	-2.03%	(\$22,948,796)	5.88%	--	--	--
FY 1998-99	\$1,176,233,410	6.45%	\$71,262,418	6.07%	3.24%	6.07%	
FY 1999-00	\$1,308,420,100	11.24%	\$132,186,690	7.36%	21.30%	5.22%	-14.01%
FY 2000-01	\$1,416,535,408	8.26%	\$108,115,307	7.54%	2.45%	8.65%	65.79%
FY 2001-02	\$1,536,804,691	8.49%	\$120,269,284	7.70%	2.10%	9.33%	7.87%
FY 2002-03	\$1,651,670,874	7.47%	\$114,866,182	7.67%	-0.42%	8.08%	-13.45%
FY 2003-04	\$1,841,738,922	11.51%	\$190,068,048	8.15%	6.26%	9.16%	13.39%
FY 2004-05	\$1,893,285,567	2.80%	\$51,546,645	7.55%	-7.29%	7.26%	-20.72%
FY 2005-06	\$1,982,396,076	4.71%	\$89,110,509	7.27%	-3.77%	6.34%	-12.71%
FY 2006-07	\$2,048,437,415	3.33%	\$66,041,339	6.91%	-4.92%	3.61%	-43.00%
FY 2007-08	\$2,227,037,481	8.72%	\$178,600,065	7.06%	2.18%	5.59%	54.63%
FY 2008-09	\$2,508,537,655	12.64%	\$281,500,175	7.49%	6.08%	8.23%	47.34%
	Official Projection	Percent Change	Dollar Increase/Decrease	Projection Using Most Recent Average Change	Percent Change over Official Projection	Projection Using Most Recent Three-year Average	Percent Change over Premium Workbook Projection
FY 2009-10 Projection	\$2,738,156,584	22.95%	\$511,119,103	\$2,384,290,754	-12.92%	\$2,351,431,581	-14.12%
FY 2010-11 Projection	\$3,009,127,444	9.90%	\$270,970,860	\$2,552,647,833	-15.17%	\$2,482,773,877	-17.49%
FY 2009-10 Appropriation⁽¹⁾	\$2,521,951,823						
Difference Between FY 2009-10 Projections and FY 2009-10 Appropriation	\$216,204,761	8.57%		(\$137,661,069)	-5.46%	(\$170,520,242)	-6.76%
Difference Between FY 2010-11 Projections and FY 2009-10 Appropriation	\$487,175,621	19.32%		\$30,696,010	1.22%	(\$39,177,946)	-1.55%

Actuals, Projection, and Appropriation exclude Upper Payment Limit Financing.

Exhibit P - Expenditure and Caseload History

Fiscal Year	Total Expenditures*	Annual % Change	Total Caseload**	Annual % Change
FY 1995-96	\$991,235,479		254,083	
FY 1996-97	\$1,127,919,788	13.79%	250,098	-1.57%
FY 1997-98	\$1,104,970,992	-2.03%	238,594	-4.60%
FY 1998-99	\$1,176,233,410	6.45%	237,598	-0.42%
FY 1999-00	\$1,308,420,100	11.24%	253,254	6.59%
FY 2000-01	\$1,416,535,408	8.26%	275,399	8.74%
FY 2001-02	\$1,536,804,691	8.49%	295,413	7.27%
FY 2002-03	\$1,651,670,874	7.47%	331,800	12.32%
FY 2003-04	\$1,841,738,922	11.51%	367,559	10.78%
FY 2004-05	\$1,893,285,567	2.80%	406,074	10.48%
FY 2005-06	\$1,982,396,076	4.71%	402,218	-0.95%
FY 2006-07	\$2,048,437,415	3.33%	392,228	-2.48%
FY 2007-08	\$2,227,037,481	8.72%	391,962	-0.07%
FY 2008-09	\$2,508,537,655	12.64%	436,812	11.44%
FY 2009-10 Projection	\$2,795,867,023	11.45%	511,411	17.08%
FY 2010-11 Projection	\$3,057,442,298	9.36%	567,483	10.96%

*Expenditures are for Medical Services Premiums only. Upper Payment Limit financing and financing bills are excluded.

**Caseload does not include retroactivity.

**Exhibit P - Estimate of FY Expenditures with Prior Year
Cash Flow Pattern (For Reference Only-Not the Department Request)**

Service Category	FY 2009-10 COFRS Actuals (July- September)	FY 2008-09 Cash Flow % (July- September)	FY 2009-10 Year End ROUGH Projection	FY 2009-10 Appropriation	Long Bill Appropriation Minus Cash Flow
ACUTE CARE					
Physician Services & EPSDT	\$56,244,573	22.09%	\$254,665,235	N/A	N/A
Emergency Transportation	\$1,235,623	24.30%	\$5,084,047	N/A	N/A
Non-emergency Medical Transportation	\$2,258,263	25.00%	\$9,033,054	N/A	N/A
Dental Services	\$20,064,208	22.19%	\$90,437,541	N/A	N/A
Family Planning	\$87,219	20.55%	\$424,478	N/A	N/A
Health Maintenance Organizations	\$28,662,487	25.98%	\$110,322,776	N/A	N/A
Inpatient Hospitals	\$81,559,786	23.77%	\$343,080,235	N/A	N/A
Outpatient Hospitals	\$38,307,739	22.74%	\$168,473,415	N/A	N/A
Lab & X-Ray	\$7,111,651	21.70%	\$32,771,087	N/A	N/A
Durable Medical Equipment	\$17,522,830	24.55%	\$71,377,917	N/A	N/A
Prescription Drugs	\$52,415,150	22.41%	\$233,889,020	N/A	N/A
Drug Rebate	(\$13,210,250)	22.51%	(\$58,697,968)	N/A	N/A
Rural Health Centers	\$1,586,280	21.79%	\$7,281,056	N/A	N/A
Federally Qualified Health Centers	\$17,311,194	21.44%	\$80,732,053	N/A	N/A
Co-Insurance (Title XVIII-Medicare)	\$2,944,810	19.06%	\$15,448,739	N/A	N/A
Breast and Cervical Cancer Treatment Program	\$2,061,717	22.46%	\$9,178,737	N/A	N/A
Prepaid Inpatient Health Plan Services	\$7,975,278	22.18%	\$35,958,088	N/A	N/A
Other Medical Services	\$1,196	1.04%	\$115,344	N/A	N/A
Home Health	\$36,347,349	22.58%	\$160,957,001	N/A	N/A
Subtotal of Acute Care	\$360,487,104		\$1,570,531,855	\$1,501,855,533	\$68,676,322
COMMUNITY BASED LONG TERM CARE					
HCBS - Elderly, Blind, and Disabled	\$44,273,095	23.51%	\$188,308,838	N/A	N/A
HCBS - Mental Illness	\$5,451,358	23.77%	\$22,929,674	N/A	N/A
HCBS - Disabled Children	\$388,745	20.02%	\$1,941,666	N/A	N/A
HCBS - Persons Living with AIDS	\$136,162	26.34%	\$516,970	N/A	N/A
HCBS - Consumer Directed Attendant Support	\$986,757	30.06%	\$3,282,867	N/A	N/A
HCBS - Brain Injury	\$2,745,391	23.54%	\$11,662,074	N/A	N/A
HCBS - Children with Autism	\$341,158	25.00%	\$1,364,632	N/A	N/A
HCBS - Pediatric Hospice	\$16,872	25.00%	\$67,486	N/A	N/A
Private Duty Nursing	\$5,039,578	24.88%	\$20,257,997	N/A	N/A
Hospice	\$9,622,073	24.32%	\$39,562,507	N/A	N/A
Subtotal of Community Based Long Term Care	\$69,001,187		\$289,894,711	\$281,246,469	\$8,648,242
LONG TERM CARE and INSURANCE					
Class I Nursing Facilities	\$122,726,807	23.63%	\$519,270,023	\$529,602,773	N/A
Class II Nursing Facilities	\$545,477	23.21%	\$2,350,438	\$2,245,728	N/A
Program for All-Inclusive Care for the Elderly	\$15,110,890	23.25%	\$65,006,808	\$71,090,858	N/A
Subtotal Long Term Care	\$138,383,174		\$586,627,269	\$602,939,360	
Supplemental Medicare Insurance Benefit	\$22,274,647	25.00%	\$89,098,590	\$100,721,836	N/A
Health Insurance Buy-In Program	\$220,531	24.58%	\$897,211	\$1,285,235	N/A
Subtotal Insurance	\$22,495,178		\$89,995,801	\$102,007,071	
Subtotal of Long Term Care and Insurance	\$160,878,352		\$676,623,070	\$704,946,431	(\$28,323,361)
SERVICE MANAGEMENT					
Single Entry Points	\$6,040,875	15.65%	\$38,606,493	\$24,050,634	N/A
Disease Management	\$71,616	25.00%	\$286,464	\$4,723,484	N/A
Prepaid Inpatient Health Plan Administration	\$0	0.00%	\$5,756,449	\$5,129,274	N/A
Subtotal Service Management	\$6,112,491		\$44,649,406	\$33,903,392	\$10,746,014
Total	\$596,479,134		\$2,581,699,042	\$2,521,951,825	\$59,747,217

The FY 2009-10 Appropriation amounts include totals from SB 09-259 plus special bills that passed during the 2009 legislative session.

In instances where prior year cash flow is not assumed to be applicable (Non-emergency Medical Transportation, HCBS - Children with Autism, the Supplemental Medicare Insurance Benefit, and Disease Management), the Department uses a flat 25%. For Pediatric Hospice, the Department also assumes that 25% of the total has been paid; expenditures for the program did not begin until December 2008, so the FY 2008-09 cash flow pattern is not applicable for this service category.

This is a rough projection utilizing past expenditure patterns as a guide to future expenditures. The Cash Flow Pattern is one forecasting tool used to estimate final expenditures on a monthly basis. It is not meant to replace the extensive forecasting used in the official Budget Request and is not always a predictor of future expenditures.